

Senate File 2315

H-8413

1 Amend Senate File 2315, as amended, passed, and
2 reprinted by the Senate, as follows:
3 1. Page 1, by striking line 21 and inserting
4 ~~<consult with~~ take into account any related planning
5 activities implemented by the Iowa department of public
6 health, the state
7 2. Page 1, line 29, by striking ~~<incorporate>~~ and
8 inserting ~~<incorporate>~~
9 3. Page 1, line 30, after ~~<services>~~ by inserting
10 <take into account>
11 4. Page 2, line 7, by striking ~~<Coordinate of>~~ and
12 inserting ~~<of Coordinate>~~
13 5. Page 2, line 10, by striking ~~<to>~~ and inserting
14 <to in connection with>
15 6. Page 3, line 7, by striking ~~<331.440B.>~~ and
16 inserting <331.438C. A performance-based contract
17 shall require a regional administrator to fulfill the
18 statutory and regulatory requirements of the regional
19 service system under this chapter and chapter 331. A
20 failure to fulfill the requirements may be addressed
21 by remedies specified in the contract, including but
22 not limited to suspension of contract payments or
23 cancellation of the contract. The contract provisions
24 may include but are not limited to requirements for
25 the regional service system to attain outcomes within
26 a specified range of acceptable performance in any of
27 the following categories:
28 (1) Access standards for the required core
29 services.
30 (2) Penetration rates for serving the number of
31 persons expected to be served.
32 (3) Utilization rates for inpatient and residential
33 treatment.
34 (4) Readmission rates for inpatient and residential
35 treatment.
36 (5) Employment of the persons receiving services.
37 (6) Administrative costs.
38 (7) Data reporting.
39 (8) Timely and accurate claims processing.>
40 7. Page 3, line 7, by striking ~~<pursuant to>~~ and
41 inserting <as described in>
42 8. Page 3, line 28, after ~~<225C.6A,>~~ by inserting
43 <unnumbered paragraph 1,>
44 9. Page 3, by striking line 30.
45 10. Page 3, line 31, before ~~<The>~~ by inserting <1.>
46 11. Page 3, after line 33 by inserting:
47 <Sec. ____. Section 225C.6A, subsections 1 through
48 3, Code 2011, are amended to read as follows:>
49 12. Page 4, line 6, by striking ~~<a. 1.>~~ and
50 inserting <a.>

1 13. Page 4, line 15, by striking ~~<b. 2.>~~ and
2 inserting ~~<b.>~~
3 14. Page 4, line 25, by striking ~~<3.>~~ and inserting
4 ~~<2.>~~
5 15. By striking page 4, line 32, through page 5,
6 line 8.
7 16. Page 5, after line 8 by inserting:
8 <Sec. _____. Section 225C.6B, Code 2011, is amended
9 by adding the following new subsection:
10 NEW SUBSECTION. 3. *State and regional disability*
11 *service systems.* The publicly financed disability
12 services for persons with mental illness, intellectual
13 disability or other developmental disability, or
14 brain injury in this state shall be provided by
15 the department and the counties operating together
16 as regions. The financial and administrative
17 responsibility for such services is as follows:
18 a. Disability services for children and adults
19 that are covered under the medical assistance program
20 pursuant to chapter 249A are the responsibility of the
21 state.
22 b. Adult mental health and intellectual disability
23 services that are not covered under the medical
24 assistance program are the responsibility of the
25 county-based regional service system.>
26 17. Page 5, line 16, by striking <department> and
27 inserting <director of human services, in consultation
28 with the commission,>
29 18. Page 5, line 18, by striking <allowed growth>
30 and inserting <the increase in the costs of providing
31 services>
32 19. Page 5, line 20, by striking <allocate> and
33 inserting <distribute>
34 20. By striking page 5, line 27, through page 6,
35 line 1.
36 21. Page 6, line 7, by striking <3, paragraph "c">
37 and inserting <3, ~~paragraph "c"~~ 2>
38 22. By striking page 7, line 17, through page 8,
39 line 5, and inserting <state commission pursuant to
40 a recommendation made by the department. A regional
41 management plan shall include an annual service and
42 budget plan, a policies and procedures manual, and an
43 annual report. Each region's initial plan shall be
44 submitted to the department by April 1, 2014.
45 2. Each region shall submit to the department
46 an annual service and budget plan approved by the
47 region's governing board. Provisions for the director
48 of human services' approval of the annual service and
49 budget plan, and any amendments to the plan, and other
50 requirements shall be specified in rule adopted by the

1 state commission. The provisions addressed in the
2 annual plan shall include but are not limited to all
3 of the following:

- 4 a. The region's budget and financing provisions for
5 the next fiscal year. The provisions shall address how
6 county, regional, state, and other funding sources will
7 be used to meet the service needs within the region.
- 8 b. The scope of services included in addition to
9 the required core services. Each service included
10 shall be described and projection of need and the
11 funding necessary to meet the need shall be included.
- 12 c. The location of the local access points for
13 services.
- 14 d. The plan for assuring effective crisis
15 prevention, response, and resolution.
- 16 e. The provider reimbursement provisions. A
17 region's use of provider reimbursement approaches in
18 addition to fee-for-service reimbursement and for
19 compensating the providers engaged in a systems of care
20 approach and other nontraditional providers shall be
21 encouraged. A region also shall be encouraged to use
22 and the department shall approve funding approaches
23 that identify and incorporate all services and
24 sources of funding used by persons receiving services,
25 including medical assistance program funding.
- 26 f. Financial forecasting measures.
- 27 g. The targeted case managers designated for the
28 region.

29 3. Each region shall submit an annual report to the
30 department on or before December 1. The annual report
31 shall provide information on the actual numbers of
32 persons served, moneys expended, and outcomes achieved.

33 4. The region shall have in effect a policies and
34 procedures manual for the regional service system. The
35 manual shall be approved by the region's governing
36 board and is subject to approval by the director of
37 human services. An approved manual shall remain in
38 effect subject to amendment. An amendment to the
39 manual shall be submitted to the department at least
40 forty-five days prior to the date of implementation of
41 the amendment. Prior to implementation of an amendment
42 to the manual, the amendment must be approved by the
43 director of human services in consultation with the
44 state commission. The manual shall include but is not
45 limited to all of the following:

- 46 a. A description of the region's policies and
47 procedures for financing and delivering the services
48 included in the annual service and budget plan.
- 49 b. The enrollment and eligibility process.
- 50 c. The method of annual service and budget plan

1 administration.

2 d. The process for managing utilization and access
3 to services and other assistance. The process shall
4 also describe how coordination between the services
5 included in the annual service and budget plan and
6 the disability services administered by the state and
7 others will be managed.

8 e. The quality management and improvement
9 processes.

10 f. The risk management provisions and fiscal
11 viability of the annual service and budget plan, if the
12 region contracts with a private entity.

13 g. The requirements for designation of targeted
14 case management providers and for implementation
15 of evidence-based models of case management. The
16 requirements shall be designed to provide the person
17 receiving the case management with a choice of
18 providers, allow a service provider to be the case
19 manager but prohibit the provider from referring a
20 person receiving the case management only to services
21 administered by the provider, and include other
22 provisions to ensure compliance with but not exceed
23 federal requirements for conflict-free case management.
24 The qualifications of targeted case managers and other
25 persons providing service coordination under the
26 management plan shall be specified in the rules. The
27 rules shall also include but are not limited to all of
28 the following relating to targeted case management and
29 service coordination services:

30 (1) Performance and outcome measures relating to
31 the health, safety, work performance, and community
32 residency of the persons receiving the services.

33 (2) Standards for delivery of the services,
34 including but not limited to social history,
35 assessment, service planning, incident reporting,
36 crisis planning, coordination, and monitoring for
37 persons receiving the services.

38 (3) Methodologies for complying with the
39 requirements of this paragraph "g" which may include
40 the use of electronic recordkeeping and remote or
41 internet-based training.

42 h. A plan for a systems of care approach in which
43 multiple public and private agencies partner with
44 families and communities to address the multiple needs
45 of the persons and their families involved with the
46 regional service system.

47 i. Measures to provide services in a decentralized
48 manner that utilize the strengths and assets of
49 the administrators and service providers within and
50 available to the region.

1 j. A plan for provider network formation and
2 management.
3 k. Service provider payment provisions.
4 l. A process for resolving grievances.
5 m. Measures for implementing interagency and
6 multisystem collaboration and care coordination.
7 5. The provisions of a regional service system
8 management plan shall include measures to address the
9 needs of persons who have two>
10 23. Page 8, line 9, by striking <individuals> and
11 inserting <persons>
12 24. Page 8, after line 16 by inserting:
13 <_____. If a county has been exempted pursuant to
14 section 331.438B from the requirement to enter into a
15 regional service system, the county and the county's
16 board of supervisors shall fulfill all requirements
17 under this chapter for a regional service system,
18 regional service system management plan, regional
19 governing board, and regional administrator, and any
20 other provisions applicable to a region of counties
21 providing local mental health and disability services.>
22 25. By striking page 8, line 24, through page 10,
23 line 13.
24 26. Page 10, by striking lines 17 and 18 and
25 inserting <in the core services required under section
26 331.439D, subject to the availability of funding.>
27 27. Page 11, line 7, by striking <disability
28 services> and inserting <regional service system>
29 28. Page 11, by striking lines 10 through 12 and
30 inserting <hundred percent of the federal poverty
31 level.>
32 29. Page 11, line 25, by striking <is fully able to
33 absorb the cost> and inserting <is not reimbursed for
34 the cost with public funds>
35 30. Page 11, line 34, after <commission> by
36 inserting <pursuant to a recommendation made by the
37 department>
38 31. Page 12, line 23, by striking <diagnosable>
39 32. Page 12, line 24, after <disorder> by inserting
40 <or, in the opinion of a mental health professional,
41 may now have such a diagnosable disorder>
42 33. Page 13, lines 4 and 5, by striking <or other
43 developmental disability>
44 34. Page 14, by striking lines 8 through 18 and
45 inserting <otherwise requires, "domain" means a set of
46 similar services that>
47 35. Page 14, line 19, by striking <an individual's>
48 and inserting <a person's>
49 36. Page 14, by striking line 23 and inserting:
50 <(2) The director of>

1 37. Page 14, line 28, by striking <individuals> and
2 inserting <persons>
3 38. Page 14, line 30, by striking <individual> and
4 inserting <person>
5 39. Page 14, line 32, by striking <individual> and
6 inserting <person>
7 40. Page 14, line 34, by striking <(3)> and
8 inserting <b.>
9 41. Page 15, line 3, by striking <an individual>
10 and inserting <an individual person>
11 42. Page 15, line 6, by striking <individual> and
12 inserting <individual person>
13 43. Page 15, line 9, by striking <b.> and inserting
14 <c.>
15 44. Page 15, line 20, after <program.> by inserting
16 <The rules relating to the credentialing of a person
17 directly providing services shall require all of the
18 following:
19 a. The person shall provide services and represent
20 the person as competent only within the boundaries
21 of the person's education, training, license,
22 certification, consultation received, supervised
23 experience, or other relevant professional experience.
24 b. The person shall provide services in substantive
25 areas or use intervention techniques or approaches
26 that are new only after engaging in appropriate
27 study, training, consultation, and supervision from a
28 person who is competent in those areas, techniques, or
29 approaches.
30 c. If generally recognized standards do not
31 exist with respect to an emerging area of practice,
32 the person shall exercise careful judgment and take
33 responsible steps, including obtaining appropriate
34 education, research, training, consultation, and
35 supervision, in order to ensure competence and to
36 protect from harm the persons receiving the services in
37 the emerging area of practice.>
38 45. Page 16, line 32, by striking <crisis> and
39 inserting <facility and community-based crisis>
40 46. Page 17, by striking line 15 and inserting:
41 <(3) Peer self-help drop-in centers.>
42 47. Page 17, line 34, by striking <a.>
43 48. Page 18, by striking lines 9 through 25.
44 49. Page 19, line 5, by striking <331.439E> and
45 inserting <331.439D>
46 50. Page 19, line 26, after <department> by
47 inserting <of human services>
48 51. Page 19, after line 34 by inserting:
49 <3. a. The department of human services shall
50 create a transition committee of appropriate

1 stakeholders with whom to consult on the transition
2 from the current mental health and disability services
3 system to the regional service system as provided
4 in this Act. The transition committee shall make
5 recommendations to the governor and general assembly
6 concerning the efficacy of the property tax levy and
7 other funding provisions for the regional service
8 system, including measures for equalization payments,
9 growth, and addressing the effects of population
10 shifts among the counties. In addition, the transition
11 committee shall consider the data collected for the
12 current system and for the new regional system and
13 whether improvements are warranted.

14 b. In designating the committee members, the
15 director of human services shall consult with the
16 chairpersons and ranking members of the committees
17 on human resources of the senate and house of
18 representatives and other members of the general
19 assembly identified by the majority or minority leader
20 of the senate or the speaker or minority leader of the
21 house of representatives. In addition, the membership
22 shall include four members of the general assembly,
23 with one each appointed by the majority and minority
24 leader of the senate and the speaker and minority
25 leader of the house of representatives.>

26 52. Page 20, line 2, by striking <department of
27 human services> and inserting <department of public
28 health>

29 53. Page 20, line 9, by striking <director of human
30 services> and inserting <director of public health>

31 54. Page 20, line 12, after <representatives> by
32 inserting <and other members of the general assembly
33 identified by the majority or minority leader of the
34 senate or the speaker or minority leader of the house
35 of representatives>

36 55. Page 21, line 4, after <representatives> by
37 inserting <and other members of the general assembly
38 identified by the majority or minority leader of the
39 senate or the speaker or minority leader of the house
40 of representatives>

41 56. Page 21, after line 27 by inserting:

42 <Sec. _____. CHILDREN'S DISABILITY SERVICES
43 WORKGROUP. The December 2012 report of the workgroup
44 created by the department of human services pursuant
45 to 2011 Iowa Acts, chapter 121, section 1, to develop
46 a proposal for publicly funded children's disability
47 services shall include an analysis of service and
48 cost effects of transitioning the behavioral health
49 intervention services formerly known as remedial
50 services and the psychiatric medical institution

1 for children services to the Iowa plan. The report
2 shall also provide a specific proposal for developing
3 services in this state to meet the needs of children
4 who are placed out-of-state due to the lack of
5 treatment services in this state. The workgroup
6 membership shall be expanded to include up to four
7 legislators, with one each appointed by the majority
8 leader and the minority leader of the senate and
9 the speaker and the minority leader of the house of
10 representatives.>

11 57. Page 24, by striking lines 12 through 15 and
12 inserting:

13 <1. a. Local access to mental health and
14 disability services for adults shall be provided either
15 by counties organized into a regional service system or
16 by individual counties that are exempted as provided
17 by this subsection. The department of human services
18 shall encourage counties to enter into a regional
19 system when the regional approach is likely to increase
20 the availability of services to residents of the state
21 who need the services. It is the intent of the general
22 assembly that the adult residents of this state should
23 have access to needed mental health and disability
24 services regardless of the location of their residence.

25 b. The director of human services shall exempt a
26 county from being required to enter into a regional
27 service system if the county furnishes convincing
28 evidence that the county complies with the requirements
29 in subsection 3, paragraphs "d", "e", "f", and "g", and
30 is able to provide the core services required by law to
31 the county's residents in a more cost effective manner
32 and with outcomes that are equal to or better than
33 could be provided to the residents if the county would
34 provide the services through a regional service system.

35 c. If a county has been exempted pursuant to
36 this subsection from the requirement to enter into a
37 regional service system, the county and the county's
38 board of supervisors shall fulfill all requirements
39 under this chapter and chapter 225C for a regional
40 service system, regional service system management
41 plan, regional governing board, and regional
42 administrator, and any other provisions applicable to
43 a region of counties providing local mental health and
44 disability services.>

45 58. Page 24, by striking lines 20 and 21 and
46 inserting <to the minimum number of counties if there
47 is convincing evidence that>

48 59. Page 24, line 24, by striking <region> and
49 inserting <region, unless exempted pursuant to
50 subsection 1>

1 60. Page 24, by striking lines 29 through 31.
2 61. Page 25, lines 1 and 2, by striking <with
3 assistance from psychiatric consultants> and inserting
4 <through contractual arrangements with mental health
5 professionals qualified to provide psychiatric
6 services>
7 62. Page 26, line 7, by striking <region> and
8 inserting <region, unless exempted pursuant to
9 subsection 1>
10 63. Page 26, line 10, by striking <November 1,
11 2012> and inserting <April 1, 2013>
12 64. Page 26, line 11, by striking <June 30, 2015,>
13 and inserting <June 30, 2014, unless exempted pursuant
14 to subsection 1,>
15 65. Page 26, line 27, by striking <access> and
16 inserting <local access>
17 66. Page 27, line 8, by striking <with the
18 concurrence of> and inserting <in consultation with>
19 67. Page 27, after line 13 by inserting:
20 <____. If the department determines that a region
21 or an exempted county is not adequately fulfilling the
22 requirements under this chapter for a regional service
23 system, the department shall address the region or
24 county in the following order:
25 a. Require compliance with a corrective action
26 plan.
27 b. Reduce the amount of the annual state funding
28 provided for the regional service system, not to exceed
29 fifteen percent of the amount.
30 c. Withdraw approval for the region or for the
31 county exemption, as applicable.>
32 68. Page 27, by striking lines 25 through 34 and
33 inserting:
34 <b. The membership of the governing board shall
35 also include one individual who utilizes mental health
36 and disability services or is an actively involved
37 relative of such an individual. This member shall
38 be designated by the advisory committee or committees
39 formed by the governing board pursuant to this section.
40 The member designated in accordance with this paragraph
41 shall serve in a nonvoting, ex officio capacity.>
42 69. Page 28, by striking lines 2 through 9 and
43 inserting:
44 <d. The membership of the governing board shall
45 also consist of one member representing service
46 providers in the region. This member shall be
47 designated by the advisory committee or committees
48 formed by the governing board pursuant to this section.
49 The member designated in accordance with this paragraph
50 shall serve in a nonvoting, ex officio capacity.>

1 70. Page 28, line 14, after <3.> by inserting <a.>
2 71. Page 28, line 16, after <department> by
3 inserting <in accordance with section 225C.4,
4 subsection 1, paragraph "u">
5 72. Page 28, after line 22 by inserting:
6 <b. The regional administrator staff shall
7 include one or more coordinators of disability
8 services. A coordinator shall possess a bachelor's
9 or higher level degree in a human services-related
10 or administrative-related field, including but not
11 limited to social work, psychology, nursing, or public
12 or business administration, from an accredited college
13 or university. However, in lieu of a degree in public
14 or business administration, a coordinator may provide
15 documentation of relevant management experience. An
16 action of a coordinator involving a clinical decision
17 shall be made in conjunction with a professional who
18 is trained in the delivery of the mental health or
19 disability service addressed by the clinical decision.
20 The regional administrator shall determine whether
21 referral to a coordinator of disability services is
22 required for a person seeking to access a service
23 through a local access point of the regional service
24 system.>
25 73. Page 31, line 29, by striking <in the county>
26 74. Page 31, line 35, by striking <a> and inserting
27 <the>
28 75. Page 32, after line 8 by inserting:
29 < _____. "*Mental health professional*" means the same as
30 defined in section 228.1.>
31 76. Page 32, lines 11 and 12, by striking <service
32 authorization or other services-related determination>
33 and inserting <a dispute regarding a service
34 authorization or other services-related decision>
35 77. Page 32, after line 16 by inserting:
36 <3. If a service authorization or other
37 services-related decision made by a regional
38 administrator concerning a person varies from the
39 type and amount of service identified to be necessary
40 for the person in a clinical determination made by
41 a mental health professional and the mental health
42 professional believes that failure to provide the
43 type and amount of service identified could cause an
44 immediate danger to the person's health, safety, or
45 welfare, the person may request an expedited review of
46 the regional administrator's decision to be made by the
47 department of human services. An expedited review held
48 in accordance with this subsection is subject to the
49 following procedures:
50 a. The request for the expedited review shall

1 be filed within five business days of receiving the
2 notice of decision by the regional administrator. The
3 request must be in writing, plainly state the request
4 for an expedited review in the caption and body of the
5 request, and be supported by written documentation from
6 the mental health professional who made the clinical
7 determination stating how the notice of decision
8 on services could cause an immediate danger to the
9 person's health, safety, or welfare.

10 **b.** The expedited review shall be performed by
11 a mental health professional, who is either the
12 administrator of the division of mental health
13 and disability services of the department of human
14 services or the administrator's designee. If the
15 administrator is not a mental health professional, the
16 expedited review shall be performed by a designee of
17 the administrator who is a mental health professional
18 and is free of any conflict of interest to perform
19 the expedited review. The expedited review shall be
20 performed within two business days of the time the
21 request is filed. The regional administrator and
22 the person, with the assistance of the mental health
23 professional who made the clinical determination shall
24 each provide a brief statement of facts, conclusions,
25 and reasons for the decision made. Supporting clinical
26 information shall also be attached. All information
27 related to the proceedings and any related filings
28 shall be considered to be mental health information
29 subject to chapter 228.

30 **c.** The administrator or designee shall issue an
31 order, including a brief statement of findings of fact,
32 conclusions of law, and policy reasons for the order,
33 to justify the decision made concerning the expedited
34 review. If the decision concurs with the contention
35 that there is an immediate danger to the person's
36 health, safety, or welfare, the order shall identify
37 the type and amount of service which shall be provided
38 for the person. The administrator or designee shall
39 give such notice as is practicable to persons who
40 are required to comply with the order. The order is
41 effective when issued.

42 **d.** The decision of the administrator or designee
43 shall be considered a final agency action and is
44 subject to judicial review in accordance with section
45 17A.19. The record for judicial review consists of any
46 documents regarding the matter that were considered
47 or prepared by the administrator or designee. The
48 administrator or designee shall maintain these
49 documents as the official record of the decision. If
50 the matter is appealed to the district court, the

1 record shall be filed as confidential.>
2 78. Page 32, line 16, by striking <a final agency
3 decision> and inserting <final agency action>
4 79. Page 32, line 17, by striking <3.> and
5 inserting <4.>
6 80. Page 32, line 29, by striking <4.> and
7 inserting <5.>
8 81. Page 33, line 10, by striking <section> and
9 inserting <subsection>
10 82. Page 33, line 30, by striking <is a> and
11 inserting <shall be considered>
12 83. Page 34, line 4, by striking <section> and
13 inserting <subsection>
14 84. Page 34, line 25, by striking <decision> and
15 inserting <determination>
16 85. Page 35, after line 19 by inserting:
17 <____. "*Mental health services*" means services
18 provided by a mental health professional operating
19 within the scope of the professional's practice which
20 address mental, emotional, medical, or behavioral
21 problems.>
22 86. Page 35, by striking lines 24 through 28.
23 87. Page 35, by striking lines 33 through 35 and
24 inserting <or older and has been determined by a mental
25 health professional to need subacute mental health
26 services.>
27 88. Page 36, by striking lines 4 through 9 and
28 inserting <of egress providing subacute mental health
29 services for a period exceeding twenty-four consecutive
30 hours to persons in need of the services.>
31 89. Page 36, before line 10 by inserting:
32 <____. "*Subacute mental health services*" means the
33 same as defined in section 225C.6.>
34 90. Page 36, line 24, by striking <the residents>
35 and inserting <persons with serious and persistent
36 mental illness so that the persons are able to
37 experience recovery and live successfully in the
38 community>
39 91. Page 36, line 29, by striking <psychiatric> and
40 inserting <subacute mental health>
41 92. Page 37, by striking line 4 and inserting <each
42 resident as medically necessary and shall be>
43 93. Page 37, by striking lines 7 through 9 and
44 inserting <be provided by a mental health professional.
45 The>
46 94. Page 37, by striking lines 15 through 20.
47 95. Page 38, by striking lines 6 through 11 and
48 inserting:
49 <The department shall issue a license to an
50 applicant under this chapter if the following

1 conditions exist:

2 1. The department has ascertained that the
3 applicant's facilities and staff are adequate to
4 provide the care and services required of a subacute
5 care facility.

6 2. a. The department of human services has
7 submitted written approval of the application based
8 upon the process used by the department of human
9 services to identify the best qualified providers. The
10 department of human services shall utilize a request
11 for proposals process to identify the best qualified
12 providers, limit the number of subacute care facility
13 beds, and ensure the geographic dispersion of subacute
14 mental health services.

15 b. The department of human services shall not give
16 approval to an application which would cause the number
17 of subacute care facility beds licensed under this
18 chapter to exceed fifty beds.

19 c. The subacute care facility beds identified by
20 the request for proposals process shall be existing
21 beds which have been awarded a certificate of need
22 pursuant to chapter 135. Such beds shall not be
23 required to obtain an additional certificate of need
24 upon conversion to licensed subacute care facility
25 beds.>

26 96. Page 39, line 15, by striking <The> and
27 inserting:

28 <1. The department of inspections and appeals and
29 the department of human services shall collaborate in
30 establishing standards for licensing of subacute care
31 facilities to achieve all of the following objectives:

32 a. Subacute mental health services are provided
33 based on sound, proven clinical practice.

34 b. Subacute mental health services are established
35 in a manner that allows the services to be included in
36 the federal medical assistance state plan.

37 2. It is the intent of the general assembly that
38 subacute mental health services be included in the
39 Medicaid state plan adopted for the implementation of
40 the federal Patient Protection and Affordable Care Act,
41 benchmark plan.

42 3. The>

43 97. Page 39, line 25, by striking <—
44 confidentiality>

45 98. By striking page 39, line 33, through page 40,
46 line 3, and inserting <or prior to the inspection.>

47 99. Page 42, by striking lines 18 through 24 and
48 inserting <After the respondent's admission, the
49 observation, medical treatment, and hospital care
50 of the respondent may be provided by a mental health

1 professional, as defined in section 228.1, who is
2 licensed as a physician, advanced registered nurse
3 practitioner, or physician assistant.>

4 100. Page 42, by striking lines 25 through 35 and
5 inserting:

6 <Sec. _____. Section 225C.6, Code Supplement 2011, is
7 amended by adding the following new subsection:

8 NEW SUBSECTION. 4. a. The department shall
9 coordinate with the department of inspections and
10 appeals in the establishment of facility-based and
11 community-based, subacute mental health services.

12 b. A person shall not provide community-based,
13 subacute mental health services unless the person
14 has been accredited to provide the services. The
15 commission shall adopt standards for subacute mental
16 health services and for accreditation of providers of
17 community-based, subacute mental health services.

18 c. As used in this subsection, "*subacute mental*
19 *health services*" means all of the following:

20 (1) A comprehensive set of wraparound services for
21 persons who have had or are at imminent risk of having
22 acute or crisis mental health symptoms that do not
23 permit the persons to remain in or threatens removal
24 of the persons from their home and community, but who
25 have been determined by a mental health professional
26 and a licensed health care professional, subject to
27 the professional's scope of practice, not to need
28 inpatient acute hospital services. For the purposes of
29 this subparagraph, "*mental health professional*" means
30 the same as defined in section 228.1 and "*licensed*
31 *health care professional*" means a person licensed
32 under chapter 148 to practice medicine and surgery
33 or osteopathic medicine and surgery, an advanced
34 registered nurse practitioner licensed under chapter
35 152 or 152E and registered with the board of nursing,
36 or a physician assistant licensed to practice under the
37 supervision of a physician as authorized in chapters
38 147 and 148C.

39 (2) Intensive, recovery-oriented treatment and
40 monitoring of the person with direct or remote access
41 to a psychiatrist, psychiatric advanced registered
42 nurse practitioner, or nurse as needed.

43 (3) An outcome-focused, interdisciplinary approach
44 designed to return the person to living successfully
45 in the community.

46 (4) Services that may be provided in a wide array
47 of settings ranging from the person's home to a
48 facility providing subacute mental health services.

49 (5) Services that are time limited to not more
50 than ten days or another time period determined in

1 accordance with rules adopted for this purpose.

2 d. Subacute mental health services and the
3 standards for the services shall be established in
4 a manner that allows for accessing federal Medicaid
5 funding.

6 Sec. _____. SUBACUTE MENTAL HEALTH SERVICES —
7 REIMBURSEMENT METHODOLOGY. The department of human
8 services shall develop a reimbursement methodology for
9 subacute mental health services, as defined in this
10 division of this Act. It is the intent of the general
11 assembly that the reimbursement methodology will take
12 effect during the fiscal year beginning July 1, 2012,
13 and result in an initial reimbursement rate in the
14 range of \$400 to \$500 per day. Such rate shall be
15 subject to annual adjustment as provided by law.>

16 101. Page 43, after line 7 by inserting:

17 <Sec. _____. STATE AGENCY ACTIVITIES CONCERNING
18 SUBACUTE, CRISIS STABILIZATION, AND RESIDENTIAL CARE
19 FACILITY SERVICES.

20 1. The department of human services shall work
21 with the departments of public health and inspections
22 and appeals and other relevant stakeholders to
23 identify appropriate definitions and other regulatory
24 provisions to address residential care facilities and
25 both facility and nonfacility subacute and crisis
26 stabilization services. The department shall consider
27 the experience of the crisis stabilization program
28 pilot project authorized by this division of this
29 Act in identifying regulatory provisions for such
30 programs. The appropriate department shall adopt rules
31 to implement the provisions identified.

32 2. It is the intent of the general assembly that
33 the Medicaid state plan adopted for the implementation
34 of the federal Patient Protection and Affordable Care
35 Act, Pub. L. No. 111-148, will include coverage of
36 both facility and nonfacility subacute and crisis
37 stabilization services.

38 3. The department of human services shall work
39 with the entity under contract with the department
40 to provide mental health managed care under the
41 medical assistance program to ensure there is adequate
42 reimbursement of both facility and nonfacility subacute
43 and crisis stabilization services.>

44 102. Page 43, before line 8 by inserting:

45 <Sec. _____. CRISIS STABILIZATION PROGRAM PILOT
46 PROJECT.

47 1. The department of human services shall authorize
48 a facility-based, crisis stabilization program pilot
49 project implemented by the regional service network
50 initiated pursuant to 2008 Iowa Acts, chapter 1187,

1 section 59, subsection 9. The facility operated by
2 the program shall not be required to be licensed under
3 chapter 135B or 231C. The purpose of the pilot project
4 is to provide a prototype for the departments of human
5 services, inspections and appeals, and public health
6 to develop regulatory standards for such programs
7 and facilities. The pilot project shall comply with
8 appropriate standards associated with funding of the
9 services provided by the project that are identified
10 by the department of human services. The facility
11 shall be limited to not more than 10 beds and shall be
12 authorized to operate through June 30, 2013.

13 2. The network, in cooperation with the departments
14 of human services, inspections and appeals, and
15 public health, shall report to the governor, the
16 general assembly, and the legislative services agency
17 concerning the pilot project on or before December 14,
18 2012, providing findings and recommendations. The
19 report shall include recommendations for criteria
20 concerning admissions, staff qualifications, staffing
21 levels, exclusion and inclusion of service recipients,
22 lengths of stays, transition between services, and
23 facility requirements, and for goals and objectives for
24 such programs and facilities.>

25 103. Page 43, after line 9 by inserting:

26 <DIVISION
27 CO-OCCURRING CONDITIONS

28 Sec. _____. Section 125.10, subsection 3, Code
29 Supplement 2011, is amended to read as follows:

30 3. Coordinate the efforts and enlist the assistance
31 of all public and private agencies, organizations and
32 individuals interested in the prevention of substance
33 abuse and the treatment of substance abusers, chronic
34 substance abusers, and intoxicated persons. The
35 director's actions to implement this subsection shall
36 also address the treatment needs of persons who have
37 a mental illness, an intellectual disability, brain
38 injury, or other co-occurring condition in addition to
39 a substance-related disorder.

40 Sec. _____. Section 125.12, subsection 3, Code
41 Supplement 2011, is amended to read as follows:

42 3. The director shall provide for adequate and
43 appropriate treatment for substance abusers, chronic
44 substance abusers, intoxicated persons, and concerned
45 family members admitted under sections 125.33 and
46 125.34, or under section 125.75, 125.81, or 125.91.
47 Treatment shall not be provided at a correctional
48 institution except for inmates. A mental health
49 professional, as defined in section 228.1, who is
50 employed by a treatment provider under the program

1 may provide treatment to a person with co-occurring
2 substance-related and mental health disorder. Such
3 treatment may also be provided by a person employed
4 by such a treatment provider who is receiving the
5 supervision required to meet the definition of
6 mental health professional but has not completed the
7 supervision component.

8 Sec. _____. Section 226.10, Code 2011, is amended to
9 read as follows:

10 **226.10 Equal treatment.**

11 The ~~several~~ patients of the state mental health
12 institutes, according to their different conditions
13 of mind and body, and their respective needs, shall
14 be provided for and treated with equal care. If in
15 addition to mental illness a patient has a co-occurring
16 intellectual disability, brain injury, or substance
17 abuse disorder, the care provided shall also address
18 the co-occurring needs.>

19 104. Page 43, before line 10 by inserting:

20 <Sec. _____. EFFECTIVE UPON ENACTMENT. The following
21 provision or provisions of this Act, being deemed of
22 immediate importance, take effect upon enactment:

23 1. The section of this Act authorizing a crisis
24 stabilization program pilot project.>

25 105. Page 74, after line 13 by inserting:

26 <DIVISION _____

27 PROPERTY TAX RELIEF PROVISIONS

28 Sec. _____. **NEW SECTION. 331.424D County mental
29 health and disabilities services fund.**

30 1. For the purposes of this chapter and chapter
31 426B, unless the context otherwise requires:

32 a. "*Base year expenditures for mental health and
33 disabilities services*" means the same as defined in
34 section 331.438, Code Supplement 2011, minus the amount
35 the county received from the property tax relief fund
36 pursuant to section 426B.1, Code 2011, for the fiscal
37 year beginning July 1, 2012.

38 b. "*County population expenditure target amount*"
39 means the product of the statewide per capita
40 expenditure target amount multiplied by a county's
41 general population.

42 c. "*County services fund*" means a county mental
43 health and disabilities services fund created pursuant
44 to this section.

45 d. "*Per capita growth amount*" means the amount by
46 which the statewide per capita expenditure target
47 amount may grow from one year to the next.

48 e. "*Statewide per capita expenditure target amount*"
49 means the dollar amount of a statewide expenditure
50 target per person as established by statute.

1 2. The county finance committee created in section
2 333A.2 shall consult with the department of human
3 services and the department of management in adopting
4 rules and prescribing forms for administering the
5 county services funds.

6 3. *a.* For the fiscal year beginning July 1, 2013,
7 and succeeding fiscal years, revenues from taxes
8 and other sources designated by a county for mental
9 health and disabilities services shall be credited
10 to a mental health and disabilities services fund
11 which shall be created by the county. The board shall
12 make appropriations from the county services fund
13 for payment of services provided under the regional
14 service system management plan approved pursuant to
15 section 331.439A. The county may pay for the services
16 in cooperation with other counties by combining
17 appropriations from the county services fund with
18 appropriations from the county services funds of other
19 counties, through the county's regional administrator,
20 or through another arrangement specified in the
21 regional governance agreement entered into by the
22 county under section 331.438E.

23 *b.* Appropriations specifically authorized to be
24 made from the county services fund shall not be made
25 from any other fund of the county.

26 4. For the fiscal year beginning July 1, 2013,
27 and succeeding fiscal years, receipts from the state
28 or federal government for the mental health and
29 disabilities services administered or paid for by a
30 county shall be credited to the county services fund,
31 including moneys distributed to the county through the
32 department of human services and moneys distributed
33 pursuant to chapter 426B to the county for property tax
34 relief.

35 5. *a.* For the fiscal year beginning July 1, 2013,
36 and for each subsequent fiscal year, the county shall
37 certify a levy for payment of services from the county
38 services fund. For each fiscal year, county revenues
39 from taxes levied by the county and credited to the
40 county services fund shall not exceed an amount equal
41 to the county's base year expenditures for mental
42 health and disabilities services.

43 *b.* The county auditor and the board of supervisors
44 shall certify the levy for the county services fund as
45 required by paragraph "a". A levy certified under this
46 subsection is not subject to the provisions of section
47 331.426 or to any other provision in law authorizing a
48 county to exceed, increase, or appeal a property tax
49 levy limit.

50 Sec. _____. Section 331.432, subsection 3, Code

1 Supplement 2011, is amended to read as follows:

2 3. Except as authorized in section 331.477,
3 transfers of moneys between the county mental health,
4 ~~mental retardation, and developmental~~ disabilities
5 services fund created pursuant to section 331.424D and
6 any other fund are prohibited.

7 Sec. _____. Section 426B.1, subsection 2, Code 2011,
8 is amended by striking the subsection and inserting in
9 lieu thereof the following:

10 2. Moneys shall be distributed from the property
11 tax relief fund to counties for the mental health and
12 disability regional service system for providing county
13 base property tax equivalent equalization payments and
14 the per capita growth amount established pursuant to
15 section 426B.3, in accordance with the appropriations
16 made to the fund and other statutory requirements.

17 Sec. _____. Section 426B.2, subsections 1 and 2, Code
18 2011, are amended by striking the subsections.

19 Sec. _____. Section 426B.2, subsection 3, Code 2011,
20 is amended to read as follows:

21 3. ~~a.~~ The director of human services shall draw
22 warrants on the property tax relief fund, payable to
23 the county treasurer in the amount due to a county in
24 accordance with ~~subsection 1~~ section 426B.3, and mail
25 the warrants to the county auditors in July and January
26 of each year.

27 ~~b. Any replacement generation tax in the property~~
28 ~~tax relief fund as of May 1 shall be paid to the~~
29 ~~county treasurers in July and January of the fiscal~~
30 ~~year beginning the following July 1. The department~~
31 ~~of management shall determine the amount each county~~
32 ~~will be paid pursuant to this lettered paragraph~~
33 ~~for the following fiscal year. The department shall~~
34 ~~reduce by the determined amount the amount of each~~
35 ~~county's certified budget to be raised by property~~
36 ~~tax for that fiscal year which is to be expended for~~
37 ~~mental health, mental retardation, and developmental~~
38 ~~disabilities services and shall revise the rate of~~
39 ~~taxation as necessary to raise the reduced amount. The~~
40 ~~department of management shall report the reduction in~~
41 ~~the certified budget and the revised rate of taxation~~
42 ~~to the county auditors by June 15.~~

43 Sec. _____. Section 426B.3, Code 2011, is amended by
44 striking the section and inserting in lieu thereof the
45 following:

46 **426B.3A Per capita funding.**

47 1. Commencing with the fiscal year beginning July
48 1, 2013, the state and county funding for the mental
49 health and disability services administered or paid for
50 by counties shall be provided based on a statewide per

1 capita expenditure target amount computed in accordance
2 with this section.

3 2. The statewide per capita expenditure target
4 amount shall consist of the sum of the following:

5 a. A county base property tax equivalent to
6 forty-seven dollars and twenty-eight cents per capita.
7 Each per capita growth amount established by statute
8 as provided in paragraph "b", shall be added to this
9 amount.

10 b. A per capita growth amount, which may be stated
11 as a percentage of the prior fiscal year's county base
12 property tax per capita amount, as established by
13 statute.

14 3. The per capita growth amount established
15 by statute shall provide funding for increases in
16 non-Medicaid expenditures from county services funds
17 due to service costs, additional service populations,
18 additional core service domains, and numbers of persons
19 receiving services.

20 4. a. For the fiscal year beginning July 1, 2013,
21 and succeeding fiscal years, a county with a county
22 population expenditure target amount that exceeds
23 the amount of the county's base year expenditures for
24 mental health and disabilities services shall receive
25 an equalization payment for the difference.

26 b. The equalization payments determined in
27 accordance with this subsection shall be made by the
28 department of human services for each fiscal year as
29 provided in appropriations made from the property tax
30 relief fund for this purpose.

31 Sec. _____. REPEAL. Section 426B.6, Code Supplement
32 2011, is repealed.

33 Sec. _____. EFFECTIVE DATE. The following provisions
34 of this division of this Act takes effect July 1, 2013:

35 1. The section of this Act amending section
36 331.432.

37 2. The section of this Act amending section 426B.1.

38 3. The sections of this Act amending section
39 426B.2.

40 4. The section of this Act amending section 426B.3.

41 Sec. _____. APPLICABILITY. The following provisions
42 of this division of this Act are applicable commencing
43 with the budget and tax levy certification process for
44 the fiscal year beginning July 1, 2013:

45 1. The section of this Act amending section 426B.1.

46 2. The sections of this Act amending section
47 426B.2.

48 3. The section of this Act amending section
49 426B.3.>

50 106. Title page, line 4, after <regions> by

1 inserting <, revising related property tax levy
2 provisions,>
3 107. By renumbering as necessary.

SCHULTE of Linn

HEATON of Henry

L. MILLER of Scott

HEDDENS of Story

WINCKLER of Scott

FRY of Clarke

M. SMITH of Marshall